

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House  
(317) 232-9855

**FISCAL IMPACT STATEMENT**

**LS 7958**

**BILL NUMBER: SB 405**

**DATE PREPARED:** Feb 8, 2001

**BILL AMENDED:** Feb 8, 2001

**SUBJECT:** Franchise Agreements.

**FISCAL ANALYST:** John Parkey

**PHONE NUMBER:** 232-9854

**FUNDS AFFECTED:**      **GENERAL  
DEDICATED  
FEDERAL**

**IMPACT:** No Fiscal Impact

**Summary of Legislation:** This bill eliminates the current application for registration procedures for franchising and establishes registration by notification for the attempted sale of a franchise. The bill increases, from five years to ten years, the time period with respect to which a person must disclose specified background information. The bill specifies the items that must be filed with the Commissioner for registration by notification. The bill states that registration is effective upon the Commissioner's receipt of the notification. The bill exempts a person who has filed a consent with the Commissioner for a previous registration or exemption from the need to file another consent. The bill states that the person's previous consent shall remain effective for all subsequent registrations or exemptions concerning franchises filed by the person.

**Effective Date:** July 1, 2001.

**Explanation of State Expenditures:**

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:**

**Information Sources:**